S.B. NO. 33 S.D. 3 H.D. 2 C.D. 1

A BILL FOR AN ACT

RELATING TO ECONOMIC DEVELOPMENT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	PART I		
2	SECTION 1. The legislature finds that the film industry in		
3	Hawaii is an important component of a diversified economy. The		
4	legislature also finds that the motion picture, digital media,		
5	and film production income tax credit has been effective in		
6	stimulating the economy and creating quality jobs while		
7	promoting Hawaii as a visitor destination.		
8	The purpose of this Act is to increase the annual cap on		
9	the motion picture, digital media, and film production income		
10	tax credit and require the University of Hawaii, West Oahu		
11	campus and the Hawaii technology development corporation to		
12	execute a memorandum of understanding no later than December 31,		
13	2020, that commits the parties to enter into a no-cost lease		
14	agreement by December 31, 2021, for no less than sixty years and		
15	provides for the transfer within six years to the Hawaii		
16	technology development corporation of title to a certain parcel		
17	of University of Hawaii, West Oahu campus land.		

18 PART II



1 SECTION 2. Section 235-17, Hawaii Revised Statutes, is 2 amended by amending subsection (1) to read as follows: 3 The total amount of tax credits allowed under this "(1) 4 section in any particular year shall be [\$35,000,000;] 5 \$50,000,000; however, if the total amount of credits applied for in any particular year exceeds the aggregate amount of credits 6 7 allowed for such year under this section, the excess shall be 8 treated as having been applied for in the subsequent year and 9 shall be claimed in such year; provided that no excess shall be 10 allowed to be claimed after December 31, 2025." 11 PART III 12 SECTION 3. No later than December 31, 2020, the University 13 of Hawaii, West Oahu and the Hawaii technology development 14 corporation shall execute a memorandum of understanding that 15 commits the parties to enter into a no-cost lease agreement by 16 December 31, 2021, for no less than sixty years, and which 17 includes a provision for the transfer within six years to the 18 Hawaii technology development corporation of title to the 19 thirty-acre parcel of University of Hawaii, West Oahu campus 20 land adjacent to the intersection of Farrington Highway and

S.B. NO. 33 S.D. 3 H.D. 2

1	Kapolei G	olf Course Road, generally described by the following
2	parameter	s within tax map key (TMK) #1-9-1-016-179-0000:
3	(1)	Segment 1: 1145 feet north along the western boundary
4		of the TMK beginning at the westernmost point along
5		Farrington Highway;
6	(2)	Segment 2: 1145 feet east along the southern boundary
7		of the TMK beginning at the westernmost point along
8		Farrington Highway and the southernmost point of
9		segment 1;
10	(3)	Segment 3: The parallel of segment 1 connecting to
11		the easternmost point of segment 2; and
12	(4)	Segment 4: The parallel of segment 2 connecting the
13		northernmost point of segment 3 and segment 1.
14	The	executive director of the Hawaii technology development
15	corporati	on shall promptly notify the director of taxation upon
16	successfu	l transfer of title to the parcel described herein to
17	the Hawai	i technology development corporation.
18		PART IV

SECTION 4. This Act does not affect rights and duties that

matured, penalties that were incurred, and proceedings that were

2019-3162 SB33 CD1 SMA-3.doc

begun before its effective date.

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- 1 SECTION 5. The provisions of this Act are not severable.
- 2 SECTION 6. Statutory material to be repealed is bracketed
- 3 and stricken. New statutory material is underscored.
- 4 SECTION 7. This Act shall take effect upon its approval;
- 5 provided that part II, upon taking effect, shall apply to
- 6 taxable years beginning after December 31 of the calendar year
- 7 prior to the year in which part II takes effect.

Report Title:

Economic Development; Motion Picture, Digital Media, and Film Production Income Tax Credit; Annual Cap; HTDC; University of Hawaii West Oahu Campus

Description:

Increases the annual rolling cap for the Motion Picture, Digital Media, and Film Production Income Tax Credit. Requires the University of Hawaii, West Oahu campus and HTDC to execute a memorandum of understanding that commits the parties to enter into a no-cost lease agreement for at least 60 years that includes a provision for the transfer of title within 6 years to a certain parcel of land from the University of Hawaii, West Oahu campus to HTDC. (CD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.